

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 7407

BILL NUMBER: HB 1554

DATE PREPARED: Feb 27, 2001

BILL AMENDED: Feb 26, 2001

SUBJECT: Insurance Technical Correction.

FISCAL ANALYST: Jim Landers

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FUNDS AFFECTED: **GENERAL
DEDICATED
FEDERAL**

IMPACT: No Fiscal Impact

Summary of Legislation: (Amended). The bill codifies a section of the Indiana Administrative Code concerning investments of insurance companies in subsidiaries. The bill removes the requirement that an application for admission by an insurance company include copies of forms of all policies that the insurance company proposes to issue in Indiana and copies of the forms of application for the policies. The bill defines "primary company" for purposes of regulation of insurance companies to mean a domestic insurance company that owns more than 50% of a subsidiary company. The bill also defines "subsidiary company" for purposes of regulation of insurance companies to include an entity of which an insurance company is the beneficial owner of more than 50%. The bill makes conforming amendments.

Effective Date: July 1, 2001.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Department of Insurance.

Local Agencies Affected:

Information Sources: